

BANQUE EUROPÉENNE POUR LA RECONSTRUCTION ET LE DÉVELOPPEMENT

EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT

CONFÉRENCE CONSTITUTIVE
SESSION 15, 16 JANVIER 1990 PARISSwiss position (preliminary and general outline)

- Exclude 51% majority from the Charter while accepting that EC members hold such a share
- EIB should not be included as a shareholder
- delink voting majorities from majority of members on the Board.
- create a board of 16, possibly ^{up to} 20 members of which EC holds 8, 9 or 10 seats, respectively
- AELE countries (exclusively) will be attributed ^{not less than} two seats on the board
- all decisions except project proposals will be decided with a qualified majority. The percentage of this majority is to be fixed that EFTA and beneficiary countries fully participate in decision making (i.e. 60% - $\frac{2}{3}$)
- a majority of 75% could be accepted to determine eligibility of borrowing countries
- Management should consist of a President, and 3 Vice-President. While the President is a member of the Community, the 3 VP's are allocated to a) EFTA countries b) beneficiary countries and c) non-regional countries. (Finance, Operations, Administration)
- If a resident board of 20 members needs to be established we might envisage that in the beginning



only the ED's (but not their alternates) might be resident. The cost could be assumed by

- a) members assuming some of the cost directly or
- b) fixing a paid-in capital of over 20% (\Rightarrow increased investment income)

R. J. J. J.

TECHNICAL TABLEPossible composition of the capital of the
European Bank for Reconstruction and Development

A - European Economic Community

Federal Republic of Germany	8,50 %
France	8,50 %
Italy	8,50 %
United Kingdom	8,50 %
s/total	34,00 %
Others	
s/total	19,00 %
<u>S/TOTAL A</u>	53,00 %

B - Other European countries

Austria	1,80 %	↑
Sweden	1,80 %	
Switzerland	1,80 %	↑
Norway	1,20 %	↓ ✓
Finland	1,03 %	
Yugoslavia	1,03 %	
Turkey	0,88 %	
Cyprus	0,17 %	
Iceland	0,15 %	↓ ✓
Malta	0,14 %	
<u>S/TOTAL B</u>	10,00 %	

C - Other OECD countries

USA	8,50 %
Japan	8,50 %
Canada	4,00 %
Australia	0,80 %
New-Zealand	0,20 %

S/TOTAL C 22,00 %

S/TOTAL B AND C 32,00 %

D - Central and Eastern European countries

USSR	<u>6,00 %</u>
DDR	1,77 %
Poland	1,20 %
Czechoslovakia	1,31 %
Hungaria	0,81 %
Roumania	0,49 %

S/TOTAL D 12,50 %

E - Non allocated shares

S/TOTAL E 2,50 %

T O T A L 100 %

NOTES :

The above allocation is based on the assumption that the main EEC shareholders, Japan and USA will have the same share.

Soviet Union will have broadly the same share as the other Central and Eastern European countries, altogether.

TECHNICAL TABLE

Possible composition of the capital of the
European Bank for Reconstruction and Development

A - EEC Member States and Institutions		
	S/TOTAL A	53 %
B - Other European countries		
	S/TOTAL B	10 %
C - Other OECD countries		
	S/TOTAL C	22 %
D - Central and Eastern European countries		
	S/TOTAL D	12 %
E - Non allocated shares		
	S/TOTAL E	3 %
	<u>T O T A L</u>	<u>100 %</u>

NOTES :

The above allocation is based on the assumption that the main EEC shareholders, Japan and USA will have the same share.

Soviet Union will have broadly the same share as the other Central and Eastern European countries, altogether.

Yugoslavia is included in B

10 Ma 1. Po ECU/R 1P

2.38

$$\boxed{180 \mid 2.38}$$

$$\begin{array}{r} 1440 \\ 540 \\ \hline 360 \end{array}$$

$$428.4 \cdot 0 : \sqrt{= 85.6 \cdot 3}$$

$$\begin{array}{r} 28 \\ 34 \end{array}$$

$$\boxed{25.68}$$

First Scenario

Number of Executive Directors and possible constituencies

EEC Member States

FRG	1
France	1
Italy	1
United Kingdom	1
X1 / X2	1
X3 / X4	1
X5 / X6	1
X7 / X8	1
 EEC	 1
EIB	1
S/total	10

Other European Countries

X9 / X10 / X11 / X12	1
X13 / X14 / X15	1
X16 / X17 / X18	1
S/total	3

Other OECD countries

USA	1
Japan	1
X19 / X20 / X21	1
S/total	3

Eastern Countries

Soviet Union	1
X22 / X23 / X24	1
X25 / X26 / X27	1
S/total	3
TOTAL	19

Second Scenario

Number of Executive Directors and possible constituencies

EEC Member States

FRG	1
France	1
Italy	1
United Kingdom	1
X0	1
X1	1
X1bis / X2	1
X3 / X4	1
X5 / X6	1
EEC	1
EIB	1
S/total	11

Other European Countries

X7 / X8 / X9 / X10	1
X11 / X12 / X13	1
X14 / X15 / X16	1
S/total	3

Other OECD countries

USA	1
Japan	1
X17 / X18 / X19	1
S/total	3

Eastern Countries

Soviet Union	1
X 20 / X21	1
X22 / X23	1
X24 / X25	1
S/total	4
TOTAL	21

Third Scenario

Number of Executive Directors
and possible constituencies

EEC Member States

FRG		1	
France		1	
Italy		1	34
United Kingdom		1	
X1 / X2	Esp / It / Ir	1	}
X3 / X4 / X5	Bel / Lux / Greece	1	
X6 / X7 / X8	Pays Bas / Dk / Port	1	
EEC		1	8.5
EIB		1	
S/total		9	

42.5
Esp 3.12 Ir 0.30 = 3.42
Belg 2.38 Lux 0.06
Pays 2.38 Gr 0.65 Pt 2.65
Dk 1.19
Port

Other European Countries

Sw	No	Fi	Is		
X9 / X10 / X11 / X12				4.18	1
X13 / X14 / X15	An	Yu		2.97	1
X16 / X17 / X18	Sw	Tu	Cy	2.85	1
S/total				+ 0.18	3
				<u>3.43</u>	

Other OECD countries

USA		1
Japan		1
X19 / X20 / X21		1
Ca	NE	Ansh.
S/total		3

Eastern Countries

Soviet Union		1
X22 / X23 / X24		1
X25 / X26 / X27		1
S/total		3
TOTAL		18

DDR, Ung. Tscl.



Fourth Scenario

Number of Executive Directors
and possible constituencies

EEC Member States

FRG	1
France	1
Italy	1
United Kingdom	1
X0	1
X1	1
X1bis / X2	1
X3 / X4	1
X5 / X6	1
 EEC	 1
EIB	1
S/total	11

Other European Countries

X7 / X8 / X9 / X10	1
X11 / X12 / X13	1
X14 / X15 / X16	1
S/total	3

Other OECD countries

USA	1
Japan	1
X17 / X18 / X19	1
S/total	3

Eastern Countries

Soviet Union	1
X 20 / X21 / X22	1
X23 / X24 / X25	1
S/total	3
TOTAL	20

315

Fifth Scenario

Number of Executive Directors
and possible constituencies

EEC Member States

FRG	1
France	1
Italy	1
United Kingdom	1
X0 / X1	1
X1bis / X2	1
X3 / X4	1
X5 / X6	1
EEC	1
EIB	1
S/total	10

Other European Countries

X7 / X8 / X9 / X10	1
X11 / X12 / X13	1
X14 / X15 / X16	1
S/total	3

Other OECD countries

USA	1
Japan	1
X17 / X18 / X19	1
S/total	3

Eastern Countries

Soviet Union	1
X 20 / X21	1
X22 / X23	1
X24 / X25	1
S/total	4
TOTAL	20

Europäische Entwicklungsbank

Verbleibende Probleme

Position

1. Kapital

≤ 10 Mia ECU

2. Paid-in %

a) 20 % / 5 Jahre

b) 25-30 %

- 10 Jahre oder 50% Proz.

Notes

- VR Minimum 18

Paid-in Verfügbarkeit

in einem angemessenen
Verhältnis zur Reservehaltung
(% - Verpflichtungen)

3. Währungsrisiko
garantien

von Schuldnehmern zu
tragen

4. Kontrahenten

a) resident

b) im Minimum ED's
resident

5. CH - Anteil

2. 38% bzw. max verfü-
bares oder notwendiges
Anteil, um bestmögliche
Vertretung zu erzielen

Kostenfolge:

Kapital	430 Mio FF.
Paid-in (30%)	130 Mio FF.
pro Jahr (max)	26 Mio

6. Stimmrechtsgruppenzusammen-
setzungStimmrechts?

- a) CH, Türkei, Malta, Israel
- b) CH, Finnland, Türkei ...
- c) CH, Finnland, ...
- d) CH, Österreich

7. Qualifizierte Mehrheiten

Qualifizierte Mehrheiten sind für folgende Beschlüsse vorgesehen bzw. zum Teil vorgeschlagen aber noch un-
stärker

- eligibility (Art 8) 4/5
- capital increase (Art 4) 4/5
- shares issued at par (Art 5 para 5) 2/3
- quorum Board of Directors (Art 26) 2/3
- quorum Board of Directors (Art 29) 2/3
- ^{presidency} ~~Chairman~~ (Art 31) 2/3
- Suspension of membership (Art 38) 4/5
- Termination of Operations (Art 40 bis) 2/3
- Distribution of Assets (Art 41 bis) 2/3
- Amendments (Art 52) 4/5
- Entry into force (Art 56) 2/3
- Decisions by Board of Directors (Art 30)
(prior proposal) 2/3

1.5	4.5 · 8
	0.55

8. Teilnahme EIB / Kommission

Zusammen
legen
9 Stife
in Beilage nach
EG
mit 2/3 vor-
kaufen

EIB: Problem ist Verteilung der Anteile von 8.5% auf EG-Staaten

Kommission: politisches Problem

- a) keine Beteiligung
- b) Beteiligung ohne Vertretung im VR (ex-officio im Board)

a) keine Beteiligung

b) Beteiligung ohne Vertretung

9. Prüfung regionale - nichtregionale Länder

Festschreibung der Gruppen bzgl der jeweiligen Stife oder

Unterteilung regionale - nichtregionale Staaten (Gefahr, dass Stifeverteilung neu aufgestellt wird und "gruppenspezifische" Minoritätengruppen gebildet werden: allenfalls Verteilung unserer Vertretung)

- a) keine Stifeverteilung für EG: 9/9; 10/10
- b) Stifeverteilung 15 - 3

10. Zielsetzung Institution / Empfänger

- a) Bestehende Kodex: unverändert
- b) Akzeptanz, dass UdSSR Eingang als Teilnehmer nehmen findet

11. St:

12. Präsidenschaft - Rudling
Beregovoy